

State of Arizona  
House of Representatives  
Forty-sixth Legislature  
First Special Session  
2003

CHAPTER 1

# HOUSE BILL 2001

AN ACT

AMENDING LAWS 2001, CHAPTER 237, SECTION 11; AMENDING LAWS 2002, CHAPTER 327, SECTION 6, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 4; AMENDING LAWS 2002, CHAPTER 327, SECTION 19, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 15; AMENDING LAWS 2001, CHAPTER 236, SECTION 40, AS AMENDED BY LAWS 2002, CHAPTER 327, SECTION 86; AMENDING LAWS 2002, CHAPTER 327, SECTION 30, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 25; AMENDING LAWS 2002, CHAPTER 327, SECTION 38, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 32; AMENDING LAWS 2002, CHAPTER 327, SECTION 48, AS AMENDED BY LAWS 2002, FIFTH SPECIAL SESSION, CHAPTER 3, SECTION 1 AND LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 38; AMENDING LAWS 2002, CHAPTER 327, SECTION 52, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 41; AMENDING LAWS 2002, CHAPTER 327, SECTION 57, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 45; REPEALING LAWS 2002, CHAPTER 327, SECTION 62, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 50; AMENDING LAWS 2002, CHAPTER 327, SECTION 63, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 51; AMENDING LAWS 2002, CHAPTER 327, SECTION 117, AS AMENDED BY LAWS 2002, SIXTH SPECIAL SESSION, CHAPTER 1, SECTION 61; MAKING APPROPRIATIONS ADJUSTMENTS, TRANSFERS AND REVERSIONS OF MONIES FOR THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC SCHOOLS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Laws 2001, chapter 237, section 11 is amended to read:

3 Sec. 11. Appropriations; state health laboratory; lease  
 4 purchase

5 A. The sum of ~~\$2,342,900~~ \$1,442,900 is appropriated from the state  
 6 general fund AND THE SUM OF \$900,000 IS APPROPRIATED FROM THE LEGISLATIVE,  
 7 EXECUTIVE, AND JUDICIAL PUBLIC BUILDINGS LAND FUND in fiscal year 2002-2003  
 8 to the department of administration for the certificates of participation  
 9 costs for the lease purchase of the design and construction of a state health  
 10 laboratory and related infrastructure. Of the amounts appropriated, up to  
 11 \$165,000 and three full-time employees may be allocated each fiscal year to  
 12 oversee and manage the project until its completion.

13 B. In accordance with the provisions of section 41-791.02, Arizona  
 14 Revised Statutes, the director of the department of administration may enter  
 15 into a lease purchase agreement for the issuance of certificates of  
 16 participation in an amount not to exceed \$30,000,000 for the purposes  
 17 described in subsection A of this section.

18 Sec. 2. Laws 2002, chapter 327, section 6, as amended by Laws 2002,  
 19 sixth special session, chapter 1, section 4, is amended to read:

20 Sec. 6. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM

21		<u>2002-03</u>
22	<u>Administration</u>	
23	FTE positions	3,277.8
24	Operating lump sum appropriation	\$ 67,237,300
25	DOA data center charges	5,717,500
26	Indian advisory council	221,800
27	DES eligibility	46,756,900
28	DES title XIX pass-through	309,800
29	DHS title XIX pass-through	1,721,600
30	Healthcare group administration	1,701,900
31	Office of administrative hearings	190,200
32	CHIP - administration	9,339,600
33	CHIP - services	<del>93,507,100</del>
34		60,247,900
35	CHIP - parents	<del>34,456,400</del>
36		<u>26,345,200</u>
37	Total expenditure authority -	
38	administration	<del>\$261,160,100</del>
39		\$219,789,700
40	Performance measures:	
41	Cost avoidance from fraud and abuse	
42	prevention program	\$ 7,000,000
43	Per cent of enrollees filing a grievance	0.4
44	Per cent of eligibility accuracy as	
45	measured by quality control sample	97

1	Per cent of AHCCCS employee turnover	11.5
2	Administration as a per cent of total cost	4.4
3	Customer satisfaction rating for eligibility	
4	determination clients (Scale 1-8)	6.0

5       Of the ~~\$261,160,100~~ \$219,789,700 expenditure authority for  
6 administration in fiscal year 2002-2003, \$54,655,900 is appropriated from the  
7 state general fund, \$1,701,900 is appropriated from the donations fund and  
8 ~~\$137,303,100~~ \$95,932,700 is appropriated from the children's health insurance  
9 program fund.

10       It is the intent of the legislature that the appropriation for the  
11 department of administration data center charges be used only for the payment  
12 of charges incurred by the department for the use of computing services  
13 provided by the department of administration data center.

14       In implementing any changes to the operating budget or in allocating  
15 the lump sum reduction in fiscal year 2002-2003 prescribed by Laws 2002,  
16 chapter 327, the administration shall not take any additional reductions from  
17 pass-through allocations provided in special line items.

18       In implementing any changes to the operating budget, or in allocating  
19 the additional lump sum reduction in fiscal year 2002-2003 prescribed by this  
20 act, the administration shall not take any reductions from pass-through  
21 allocations to the department of health services provided in special line  
22 items.

23       The amounts appropriated for the department of economic security  
24 eligibility special line item shall be used for intergovernmental agreements  
25 with the department of economic security for the purpose of eligibility  
26 determination and other functions. The general fund share may be used for  
27 eligibility determination for other programs administered by the division of  
28 benefits and medical eligibility based on the results of the Arizona random  
29 moment sampling survey.

30       The amounts appropriated for the department of health services title  
31 XIX pass-through special line item shall be used for intergovernmental  
32 agreements with the department of health services for the purpose of  
33 medicaid-related licensure, certification and registration, and other  
34 functions.

35       The Arizona health care cost containment system administration shall  
36 report to the joint legislative budget committee by January 1 of each year  
37 on the agency's use of the cost savings that results from entering into an  
38 agreement with another state as outlined in Laws 1999, chapter 313, section  
39 27. The report shall also include detail on the source of all revenues and  
40 expenditure of monies from the intergovernmental service fund.

41       The Arizona health care cost containment system administration shall  
42 report to the joint legislative budget committee by October 1, 2002 on the  
43 savings that could be achieved in programs if application fees and other cost  
44 sharing measures are implemented. The report shall detail the savings

1 associated with each option broken out by program along with any  
2 administrative costs associated with implementing each option.

3 Before the expenditure of any monies for the Arizona health care cost  
4 containment system administration customer eligibility system, the Arizona  
5 health care cost containment system administration shall submit a report to  
6 the joint legislative budget committee for its review. The report shall  
7 discuss how the automation improvements are compatible with the no wrong door  
8 initiative.

9 The Arizona health care cost containment system shall report by  
10 September 30 of each year to the joint legislative budget committee on the  
11 services that receive reimbursement from the federal government under the  
12 medicaid in public school initiative. The report shall include information  
13 on the type of services, how those services meet the definition of medical  
14 necessity and the total amount of federal dollars that the schools have  
15 received under the medicaid in public school initiative.

16 If federal matching monies are received for the finger imaging  
17 enrollment program, the Arizona health care cost containment system shall  
18 revert the portion of the state general fund appropriation received equal to  
19 the federal dollars received for this program in the year that federal monies  
20 are received.

21 The Arizona health care cost containment system administration is  
22 exempt from the rule making requirements of title 41, chapter 6, Arizona  
23 Revised Statutes, for the purposes of implementing the finger imaging  
24 enrollment program established pursuant to Laws 2000, chapter 378. It is the  
25 intent of the legislature that the administration shall hold hearings to give  
26 the public an opportunity to comment on the proposed rules. The  
27 administration shall hold at least one of these hearings in a county with a  
28 population of less than five hundred thousand persons.

29 Acute care

30	Capitation	<del>\$1,227,413,500</del>
31		<del>\$1,192,161,600</del>
32	Fee-for-service	<del>298,037,700</del>
33		<del>324,831,300</del>
34	Reinsurance	<del>68,795,900</del>
35		<del>65,632,100</del>
36	Medicare premiums	<del>36,696,700</del>
37	Graduate medical education	<del>22,528,100</del>
38	Disproportionate share payments	<del>179,651,100</del>
39	Critical access hospitals	<del>1,700,000</del>
40	Breast and cervical cancer	<del>2,275,000</del>
41	Ticket to work	<del>1,346,400</del>
42	Total expenditure authority -	
43	acute care	<del>\$1,838,444,400</del>
44		<del>\$1,826,822,300</del>

1 Performance measures:

2 Per cent of two year old children enrolled	
3 in AHCCCS who have received age	
4 appropriate immunizations	83
5 Per cent of well child visits in the first	
6 15 months of life (EPSDT)	75
7 Per cent of children's access to primary	
8 care provider	83
9 Per cent of women receiving annual cervical	
10 screening	46
11 Member satisfaction as measured by	
12 percentage of enrollees that choose	
13 to change health plans	4.0

14 Of the ~~\$1,838,444,400~~ \$1,826,822,300 expenditure authority for acute  
 15 care in fiscal year 2002-2003, ~~\$451,133,700~~ \$428,662,900 is appropriated from  
 16 the state general fund and \$500,000 is appropriated from the tobacco tax  
 17 medically needy account.

18 Before making fee-for-service program or rate changes that pertain to  
 19 hospital, nursing facility or home and community based services rates or for  
 20 any of the other fee-for-service rate categories that have increases that,  
 21 in the aggregate, are two per cent above and \$1,500,000 from the state  
 22 general fund greater than budgeted medical inflation in fiscal year  
 23 2002-2003, the Arizona health care cost containment system administration  
 24 shall report its plan to the joint legislative budget committee for review.

25 Before implementation of any changes in capitation rates, the Arizona  
 26 health care cost containment system administration shall report its plan to  
 27 the joint legislative budget committee for review.

28 The fiscal year 2002-2003 disproportionate share payment of  
 29 \$179,651,100 is based on the federal fiscal year 2002-2003 authorized  
 30 expenditure level of \$119,893,900. If the final federal expenditure  
 31 authorization is an amount different from the estimate, the governor shall  
 32 direct the Arizona health care cost containment system administration,  
 33 subject to the availability of monies and subject to review of the joint  
 34 legislative budget committee, to proportionately adjust authorization amounts  
 35 among the identified recipients of the disproportionate share hospital  
 36 payment. Before the final payment, the governor shall provide notification  
 37 to the president of the senate, the speaker of the house of representatives,  
 38 the chairmen of the house and senate appropriations committees and the staff  
 39 director of the joint legislative budget committee of the adjusted federal  
 40 authorized expenditure level and the proposed distribution plan for these  
 41 monies.

42 The appropriation for disproportionate share payments for fiscal year  
 43 2002-2003 made pursuant to section 36-2903.01, subsection P, Arizona Revised  
 44 Statutes, includes \$125,179,900 for qualifying county operated hospitals.

1 \$25,996,300 for private qualifying disproportionate share hospitals and  
2 \$28,474,900 for deposit in the Arizona state hospital fund.

3 Long-term care

4 Program lump sum appropriation \$734,731,100

5 Board of nursing 209,700

6 Total expenditure authority -  
7 long-term care \$734,940,800

8 Performance measures:

9 Per cent of nursing facility residents that  
10 receive influenza immunization 85

11 Per cent of members utilizing home and  
12 community based services (HCBS) 49

13 Per cent of ALTCS applications processed on  
14 time (within 45 days) 90

15 Per cent of financial redeterminations  
16 processed on time (within 12 months) 90

17 Any federal funds that the Arizona health care cost containment system  
18 administration passes through to the department of economic security for use  
19 in long-term administration care for the developmentally disabled shall not  
20 count against the long-term care expenditure authority above.

21 Pursuant to section 11-292, subsection B, Arizona Revised Statutes, the  
22 fiscal year 2002-2003 nonfederal portion of the costs of providing long-term  
23 care system services is \$242,499,700. The state contribution is \$52,542,200  
24 and the county contribution is \$189,957,500.

25 Before making fee-for-service program or rate changes that pertain to  
26 hospital, nursing facility or home and community based services rates or for  
27 any of the other fee-for-service rate categories that have increases that,  
28 in the aggregate, are two per cent above and \$1,500,000 from the state  
29 general fund greater than budgeted medical inflation in fiscal year  
30 2002-2003, the Arizona health care cost containment system administration  
31 shall report its plan to the joint legislative budget committee for review.

32 Before implementation of any changes in capitation rates, the Arizona  
33 health care cost containment system administration shall report its plan to  
34 the joint legislative budget committee for review.

35 Proposition 204

36 Services ~~\$ 657,910,900~~

37 \$ 725,018,400

38 Administration ~~30,466,000~~

39 38,705,200

40 Total expenditure authority -  
41 proposition 204 ~~\$ 688,376,900~~

42 \$ 763,723,600

1 Of the ~~\$688,376,900~~ \$763,723,600 expenditure authority for proposition  
 2 204 in fiscal year 2002-2003, ~~\$73,684,300~~ \$76,955,100 is appropriated from  
 3 the state general fund AND \$16,032,800 IS APPROPRIATED FROM THE TOBACCO  
 4 PRODUCTS TAX FUND EMERGENCY HEALTH SERVICES ACCOUNT.

5 Before implementation of any changes in capitation rates, the Arizona  
 6 health care cost containment system shall report its plan to the joint  
 7 legislative budget committee for review.

8	Total expenditure authority	<del>\$ 3,522,922,200</del>
9		\$ 3,545,276,400
10	Less tobacco tax medically needy	
11	account withdrawals	(59,445,900)
12		(84,378,700)
13	Less proposition 204 protection	
14	account collections	(37,901,400)
15		(33,699,000)
16	Less tobacco litigation settlement	
17	collections	(58,847,000)
18	Less collections, other receipts	
19	and balances forward	(2,595,206,800)
20		<u>(2,641,368,200)</u>
21	Agencywide lump sum FTE positions	
22	reduction	(152.0)
23	Agencywide lump sum reduction	(4,016,000)
24	Department of economic security	
25	eligibility and pass-through	
26	lump sum reduction	<u>(2,886,200)</u>
27	Total appropriation - Arizona health care	
28	cost containment system	<del>\$ 764,618,900</del>
29		\$ 720,081,300
30	Fund sources:	
31	State general fund	<del>\$ 625,113,900</del>
32		\$ 605,913,900
33	Other appropriated funds	139,505,000
34		114,167,400

35 Performance measures:

36 Per cent of people under age 65 that are

37 uninsured 24

38 Per cent of children (under 18 years)

39 that are uninsured 22

40 In implementing the lump sum reductions prescribed above, only

41 \$2,886,200 may be reduced from pass-through allocations and special line

42 items to the department of economic security in fiscal year 2002-2003.

1       Sec. 3. Laws 2002, chapter 327, section 19, as amended by Laws 2002,  
2 sixth special session, chapter 1, section 15, is amended to read:  
3 Sec. 19. DEPARTMENT OF ECONOMIC SECURITY

4		<u>2002-03</u>
5	<u>Administration</u>	
6	FTE positions	292.9
7	Operating lump sum appropriation	\$ 36,638,000
8	Finger imaging	863,800
9	Lease purchase equipment	2,392,100
10	Public assistance collections	397,300
11	Attorney general legal services	<u>588,500</u>
12	Total - administration	\$ 40,879,700
13	Fund sources:	
14	State general fund	\$ 31,476,700
15	Public assistance collections fund	309,000
16	Federal temporary assistance for	
17	needy families block grant	6,502,700
18	Federal child care and development	
19	fund block grant	1,055,200
20	Special administration fund	536,100
21	Statewide cost allocation plan	
22	fund	1,000,000
23	Performance measures:	
24	Customer satisfaction ratings based on	
25	annual survey (Scale 1-5)	
26	Office of personnel management	3.0
27	Office of management development	3.0
28	Office of appellate services administration	4.0
29	Office of technology services	3.0
30	Number of districts where strategic planning	
31	model was implemented for early intervention	
32	program	6.0
33	Per cent information technology service help	
34	calls requests resolved in 1 day	95
35	Cost per dollar to recover overpayments	.10
36	Per cent of agency staff turnover	15.6
37	Administration as a per cent of total cost	5.1

38       In accordance with section 35-142.01, Arizona Revised Statutes, the  
39 department of economic security shall remit to the department of  
40 administration any monies received as reimbursement from the federal  
41 government or any other source for the operation of the department of  
42 economic security west building and any other building lease-purchased by the  
43 State of Arizona in which the department of economic security occupies space.  
44 The department of administration shall deposit these monies in the state  
45 general fund.



In accordance with section 38-654, Arizona Revised Statutes, the department of economic security shall transfer to the department of administration for deposit in the special employee health insurance trust fund any unexpended state general fund monies at the end of each fiscal year appropriated for employer health insurance contributions.

Developmental disabilities

FTE positions	354.5
Operating lump sum appropriation	\$ 4,836,300
Case management	3,195,800
Home and community based services	27,539,000
Institutional services	294,900
Arizona training program at Coolidge	5,765,800
State-funded long-term care services	<u>20,233,300</u>
Total - developmental disabilities	\$ 61,865,100
Fund sources:	
State general fund	\$ 43,836,100
Long-term care system fund	18,029,000
Performance measures:	
Per cent of consumer satisfaction with case management services	95
Cost per member year - Arizona training program - Coolidge	\$ 93,700
Average number of Arizona training program - Coolidge clients	175

The department of economic security shall submit a report to the joint legislative budget committee by August 31, 2002 on procedures the department plans to implement in order to improve cost of care collections for services to developmentally disabled clients.

The amounts appropriated to the department of economic security include an estimated \$7,745,300 of state general fund monies, \$1,407,400 long-term care system fund monies and \$10,379,500 federal title XIX monies to increase contracted community service providers and independent service agreement providers disbursements paid through the developmental disabilities and long-term care cost centers. It is the intent of the legislature that increased funding be incorporated into current contracted rates effective July 1, 2002. Subject to the availability of funds, the adjustment shall be directed toward raising rates paid to providers receiving less than the average rate paid to all similar providers providing similar levels of service for the same service types in a manner and time to be determined by the department. Monies for the rate increases shall be allocated only to providers with contracts or agreements for eligible services in effect as of January 1, 2002. The adjustment shall be distributed by August 1, 2002. Prior to the distribution of the adjustment, the department shall submit its

1 plan and methodology for distributing the adjustment to the joint legislative  
2 budget committee for its review. The adjustment in this section is exempt  
3 from the provisions of title 41, chapter 23, Arizona Revised Statutes,  
4 related to procurement, as well as the provisions of section 36-557,  
5 subsection B, Arizona Revised Statutes.

6 It is the intent of the legislature that any available surplus monies  
7 for developmental disability programs be applied toward the waiting list,  
8 unless there are insufficient monies to annualize these costs in the  
9 subsequent year. The children's waiting list shall receive first priority.  
10 The amount appropriated for developmental disabilities shall be used to  
11 provide for services for non-title XIX eligible clients. The amount shall  
12 not be used for other purposes, unless a transfer of monies is reviewed by  
13 the joint legislative budget committee.

14 It is the intent of the legislature that monies appropriated for  
15 services relating to adult day services in the division of developmental  
16 disabilities budget be transferred to the division of employment and  
17 rehabilitation services, rehabilitation services administration to  
18 accommodate individuals who are determined by the division of developmental  
19 disabilities to need vocational independence in a supported work environment.  
20 These monies may be transferred back to the division of developmental  
21 disabilities if a supported work environment is no longer the most  
22 appropriate day placement for a client.

23 The department of economic security shall submit a report to the joint  
24 legislative budget committee by August 31, 2002 detailing the procurement  
25 rules it has adopted for the division of developmental disabilities and its  
26 procedures for modifying those rules.

27 The department of economic security shall report all new placements  
28 into a state-owned ICF-MR or the Arizona training program at Coolidge campus  
29 in fiscal year 2002-2003 to the president of the senate, the speaker of the  
30 house of representatives, the chairmen of the senate and house of  
31 representatives appropriations committees and the director of the joint  
32 legislative budget committee and the reason why this placement, rather than  
33 a placement into a privately run facility for the developmentally disabled,  
34 was deemed as the most appropriate placement. The department should also  
35 report if no new placements were made. This report shall be made available  
36 by July 15, 2003.

37 The department of economic security shall submit a report to the joint  
38 legislative budget committee by January 20, 2003 on the feasibility of  
39 obtaining additional federal title IV-E monies for clients served by the  
40 division of developmental disabilities.

41 Long-term care system fund

42 FTE positions	1,311.2
43 Operating lump sum appropriation	\$ 18,252,400
44 Case management	22,392,200

1	Home and community based services	305,538,200
2		314,729,100
3	Institutional services	12,142,000
4	Medical services	60,356,400
5	Arizona training program at	
6	Coolidge	11,717,600
7	Less title XIX and other funds	(287,409,700)
8		(293,538,200)
9	Total - long-term care system fund	\$ 142,989,100
10		\$ 146,051,500
11	Performance measures:	
12	Per cent of consumer satisfaction with	
13	case management services	95
14	Cost per member year at Arizona training	
15	program - Coolidge	\$ 93,700
16	Average number of Arizona training program -	
17	Coolidge clients	175
18	All monies in the long-term care system fund unexpended and	
19	unencumbered at the end of fiscal year 2002-2003 revert to the state general	
20	fund, subject to approval by the Arizona health care cost containment system.	
21	Before implementation of any changes in capitation rates for the	
22	long-term care program, the department of economic security shall report its	
23	plan to the joint legislative budget committee for its review.	
24	Before the expenditure of any monies for improvements to the division	
25	of developmental disabilities automation system, the department of economic	
26	security shall submit a report to the joint legislative budget committee for	
27	its review. The report shall discuss how the automation improvements will	
28	ensure coordination between the division of developmental disabilities and	
29	other eligibility-based programs in the department of economic security.	
30	<u>Benefits and medical eligibility</u>	
31	FTE positions	721.9
32	Operating lump sum appropriation	\$ 34,387,400
33	Temporary assistance for needy	
34	families cash benefits	155,016,600
35	FLSA supplement	1,008,900
36	General assistance	2,130,400
37	Institutional support payments	266,400
38	Tuberculosis control	32,200
39	Outreach and naturalization	85,000
40	Tribal pass-through funding	<u>4,212,800</u>
41	Total - benefits and medical	
42	eligibility	\$197,139,700

1	Fund sources:	
2	State general fund	\$ 82,383,600
3	Federal temporary assistance for	
4	needy families block grant	114,756,100
5	Performance measures:	
6	Per cent of cash benefits issued timely	98.6
7	Per cent of total cash benefits payments	
8	issued accurately	95.0
9	Per cent of total food stamps payments	
10	issued accurately	95.0
11	Per cent of clients satisfied with family	
12	assistance administration	88.2
13	The operating lump sum appropriation may be expended on Arizona health	
14	care cost containment system eligibility determinations based on the results	
15	of the Arizona random moment sampling survey.	
16	Notwithstanding section 35-173, subsection C, Arizona Revised Statutes,	
17	any transfer to or from the \$155,016,600 appropriated for temporary	
18	assistance for needy families cash benefits in fiscal year 2002-2003 requires	
19	approval of the joint legislative budget committee.	
20	Of the amount appropriated for temporary assistance for needy families	
21	cash benefits, \$4,200,000 reflects appropriation authority only to ensure	
22	sufficient cashflow to administer cash benefits for tribes operating their	
23	own welfare programs. The department shall notify the joint legislative	
24	budget committee and the governor's office of strategic planning and	
25	budgeting staff before the use of any of the \$4,200,000 appropriation	
26	authority.	
27	The department of economic security shall provide data on the Arizona	
28	works program to the joint legislative budget committee on a bimonthly basis	
29	to accompany the report required by section 46-344, Arizona Revised Statutes.	
30	The department of economic security shall also provide data related to the	
31	performance contract with the Arizona works vendor to the vendor and the	
32	joint legislative budget committee no later than seventy days after the end	
33	of each fiscal quarter.	
34	The department of economic security shall provide the Arizona works	
35	agency procurement board a level of support equivalent to that received in	
36	fiscal year 2000-2001.	
37	<u>Child support enforcement</u>	
38	FTE positions	730.8
39	Operating lump sum appropriation	\$ 31,428,400
40	Genetic testing	723,600
41	Central payment processing	3,275,700
42	County participation	11,598,900
43	Attorney general legal services	5,395,600
44	Less federal funds	<u>(34,933,500)</u>
45	Total - child support enforcement	\$ 17,488,700

1	Fund sources:	
2	State general fund	\$ 5,631,300
3	Child support enforcement	
4	administration fund	11,857,400
5	Performance measures:	
6	Total IV-D collections	\$284,000,000
7	Per cent of IV-D caseload with a IV-D	
8	collection	49.5
9	Ratio of current IV-D support collected	
10	and distributed to current IV-D support	
11	due	49.2
12	Per cent of IV-D court ordered cases with a	
13	collection during the year	72.8
14	Per cent of IV-D children in the paternity	
15	function for whom paternity was established	
16	during the year	22.8
17	Per cent of cases in the establishment	
18	function for which orders were established	
19	during the year	31.0
20	All state share of retained earnings and federal incentives above	
21	\$11,000,900 in fiscal year 2002-2003 received by the division of child	
22	support enforcement are appropriated for operating expenditures. New	
23	full-time equivalent positions may be authorized with the increased funding.	
24	The division of child support enforcement shall report the intended use of	
25	the monies to the speaker of the house of representatives, the president of	
26	the senate, the chairmen of the senate and house appropriations committees	
27	and the directors of the joint legislative budget committee and the	
28	governor's office of strategic planning and budgeting.	
29	The appropriation for the county participation special line item	
30	includes \$1,000,000 of state general fund monies to administer the child	
31	support program in a county with a population of more than five hundred	
32	thousand persons but less than one million persons according to the most	
33	recent decennial census. If that county notifies the department in writing	
34	by June 1, 2002 that it will administer the child support program in its own	
35	county, the department shall pass through the \$1,000,000 to the county to	
36	administer the program. If that county does not notify the department in	
37	writing by June 1, 2002 that it will administer the child support program in	
38	its own county, the department may use the \$1,000,000 to administer the child	
39	support program in that county.	
40	<u>Aging and community services</u>	
41	FTE positions	90.6
42	Operating lump sum appropriation	\$ 5,659,300
43	Community and emergency services	5,996,000
44	Coordinated hunger program	1,786,600
45	Coordinated homeless program	2,738,600

1	Adult services	11,545,300
2	Domestic violence prevention	9,323,800
3	Information and referral services	115,400
4	Long-term care ombudsman	<u>359,500</u>
5	Total - aging and community services	\$ 37,524,500
6	Fund sources:	
7	State general fund	\$ 22,385,600
8	Federal temporary assistance for	
9	needy families block grant	13,438,900
10	Domestic violence shelter fund	1,700,000
11	Performance measures:	
12	Average per cent of survey respondents	
13	indicating provision of services avoided	
14	premature institutionalization	84
15	Adult protective services investigation	
16	per cent rate	81
17	Per cent of participants in older workers	
18	program transitioned from subsidized to	
19	unsubsidized positions	49
20	Per cent of eligibility determination made	
21	within 48 hours for refugee medical	
22	assistance program	98
23	Per cent of clients surveyed who were	
24	accurately referred by the information	
25	and referral program	90
26	It is the intent of the legislature that a state general fund amount	
27	of \$250,000 in adult services be matched with \$250,000 from the federal	
28	social services block grant for nonmedical home and community based services.	
29	It is the intent of the legislature that the \$115,400 appropriated for	
30	information and referral services shall be used to fund services in each city	
31	of this state with a population of more than two hundred fifty thousand	
32	persons.	
33	All domestic violence shelter fund monies above \$1,700,000 received by	
34	the department of economic security in fiscal year 2002-2003 are appropriated	
35	for the domestic violence prevention special line item. The department of	
36	economic security shall report the intended use of the monies above	
37	\$1,700,000 in fiscal year 2002-2003 to the joint legislative budget	
38	committee.	
39	It is the intent of the legislature that the department use at least	
40	\$1,038,900 of federal temporary assistance for needy families block grant	
41	monies in the appropriation for community and emergency services to ensure	
42	that councils of governments and tribal governments receive at least the same	
43	amount of federal social services block grant monies that those entities	
44	received in fiscal year 2000-2001.	

1	<u>Children, youth and families</u>	
2	FTE positions	1,143.3
3	Operating lump sum appropriation	\$ 42,493,000
4	Children services	29,549,500
5	Intensive family services	1,985,600
6	Adoption services	21,434,800
7	Homeless youth intervention	400,000
8	Permanent guardianship subsidy	983,300
9	Temporary assistance for needy	
10	families deposit to the joint	
11	substance abuse treatment fund	333,300
12	Healthy families	250,000
13	Child abuse prevention	814,100
14	Family builders program	6,200,000
15	Comprehensive medical and dental	
16	program	2,207,000
17	Attorney general legal services	4,426,100
18	Child protective services appeals	615,300
19	Temporary assistance for needy	
20	families deposit to social	
21	services block grant	36,398,200
22	Child protective services	
23	expedited substance abuse	
24	treatment fund deposit	224,500
25	IV-E cost allocation contingency	<u>8,224,200</u>
26	Total - children, youth and families	\$156,538,900
27	Fund sources:	
28	State general fund	\$ 86,169,900
29	Child abuse prevention fund	1,064,100
30	Children and family services	
31	training program fund	209,600
32	Federal temporary assistance for	
33	needy families block grant	69,095,300
34	Performance measures:	
35	Per cent of children in out-of-home care	
36	who exit the child welfare system who	
37	achieve permanent placement through	
38	reunification, adoption or legal	
39	guardianship	37
40	Per cent of children in out-of-home care	
41	who have not returned to their families	
42	or been placed in another type of	
43	permanent placement for more than 24	
44	consecutive months since they were	
45	removed from their homes	29

1	Number of children with finalized adoption	1,288
2	Per cent of CPS reports responded to by CPS	
3	staff	74
4	Per cent of CPS reports responded to by	
5	family builders	26
6	Substantiated reports of child maltreatment	4,589
7	Average per cent rate at which CPS	
8	reports are substantiated	20.1
9	Per cent of newly hired CPS specialists	
10	completing training within 7 months	
11	of hire	100
12	Per cent of CPS original dependencies	
13	cases where court denied or dismissed	3.0
14	Per cent of office of administrative	
15	hearings where CPS case findings	
16	are affirmed	89
17	Per cent of CPS complaints reviewed by	
18	the office of the ombudsman-citizens	
19	aide where allegations are reported	
20	as valid by the ombudsman	14
21	Per cent of calls to the family advocate	
22	that relate to CPS complaints	4.0
23	Per cent of CPS cases where the family	
24	advocate is involved and is successful	
25	in facilitating a solution	90
26	Per cent of CPS cases where most or all of the	
27	foster care review board recommendations	
28	are agreed on before court action as	
29	reported by the board	85
30	Average per cent of time spent on	
31	administrative paperwork as reported by	
32	CPS workers in an annual survey	
33	District 1	Baseline minus 5%
34	District 2	Baseline minus 5%
35	District 3	Baseline minus 5%
36	District 4	Baseline minus 5%
37	District 5	Baseline minus 5%
38	District 6	Baseline minus 5%
39	The department of economic security shall provide the joint legislative	
40	budget committee staff with bimonthly reports on all appropriated and	
41	nonappropriated expenditures for the children services program. Each	
42	bimonthly report shall compare for each month in the current fiscal year	
43	projected funding needs by funding source to client caseload levels and	
44	approved funding in the current fiscal year.	



1 It is the intent of the legislature that the \$36,398,200 appropriated  
 2 from the federal temporary assistance for needy families block grant to the  
 3 social services block grant for deposit into the temporary assistance for  
 4 needy families deposit to social services block grant special line item be  
 5 allocated to the children services program in fiscal year 2002-2003.

6 Monies appropriated from the federal temporary assistance for needy  
 7 families block grant and deposited into the joint substance abuse treatment  
 8 fund pursuant to section 8-881, Arizona Revised Statutes, shall be  
 9 administered jointly by the department of economic security and the  
 10 department of health services. The program development costs shall be  
 11 limited to seven per cent and shall include training opportunities for  
 12 community collaboratives. The program evaluation costs shall be limited to  
 13 twelve per cent and shall include technical assistance to communities for  
 14 developing and providing substance abuse prevention and treatment programs.  
 15 The program evaluation costs shall also include expenditures for conducting  
 16 meetings to ensure collaboration, coordination and integration of services  
 17 and funding sources between public and private agencies, programs, service  
 18 providers, advocates and consumers to meet prevention, treatment and other  
 19 service needs. The amounts allocated for program development and program  
 20 evaluation for the first three years of the program may be compared to total  
 21 costs over those three years for purposes of meeting the cost limits.

22 The department of economic security shall provide training to any new  
 23 child protective services full-time equivalent positions before assigning to  
 24 any of these employees any client caseload duties.

25 It is the intent of the legislature that the department of economic  
 26 security shall use the funding in the division of children, youth and  
 27 families, including the operating lump sum appropriation and the family  
 28 builders program appropriation, to achieve a one hundred per cent response  
 29 rate.

30 Employment and rehabilitation services

31 FTE positions	465.3
32 Operating lump sum appropriation	\$ 20,795,800
33 Job search stipends	30,000
34 Vocational rehabilitation services	4,070,700
35 Independent living rehabilitation	
36 services	2,203,500
37 Developmental disabilities	
38 employment support	6,093,600
39 Summer youth employment and training	1,000,000
40 Day care subsidy	<del>117,220,700</del>
41	122,220,700
42 Transitional child care	28,463,800
43 JOBS	25,701,700

1	Work-related transportation	3,302,200
2	Workforce investment act programs	<u>44,070,600</u>
3	Total - employment and rehabilitation	
4	services	<del>\$252,952,600</del>
5		\$257,952,600
6	Fund sources:	
7	State general fund	\$ 35,444,000
8	Federal temporary assistance for	
9	needy families block grant	68,794,900
10	Federal child care and development	
11	fund block grant	<del>96,712,600</del>
12		101,712,600
13	Special administration fund	1,585,000
14	Spinal and head injuries trust fund	2,463,900
15	Workforce investment act grant	47,952,200
16	Performance measures:	
17	Number of TANF recipients who obtained	
18	employment	12,264
19	Average cost per JOBS participant in all	
20	work activities	\$771
21	Per cent of customer satisfaction with	
22	child care	91.5
23	Vocational rehabilitation individuals	
24	successfully rehabilitated	2,307
25	It is the intent of the legislature that the \$25,701,700 appropriated	
26	for JOBS in fiscal year 2002-2003 may be used to support nonpermanent and	
27	seasonal positions to fulfill federal program requirements when contracts for	
28	services cannot be established with outside parties. The use of such	
29	positions shall be reported to the director of the joint legislative budget	
30	committee.	
31	All federal workforce investment act funds that are received by the	
32	state in excess of \$47,952,200 in fiscal year 2002-2003 are appropriated to	
33	the workforce investment act programs special line item. Excess monies may	
34	not be spent until a proposed expenditure plan for the excess monies has been	
35	reviewed by the joint legislative budget committee.	
36	Of the <del>\$117,220,700</del> \$122,220,700 appropriated for day care subsidy in	
37	fiscal year 2002-2003, <del>\$89,867,500</del> \$94,867,500 is for a program in which the	
38	upper income limit is one hundred sixty-five per cent of the federal poverty	
39	level. This provision may not be construed to impose a duty on an officer,	
40	agent or employee of the state to discharge a responsibility or to create any	
41	right in a person or group if the discharge or right would require an	
42	expenditure of state monies in excess of the <del>\$89,867,500</del> \$94,867,500	
43	appropriation.	

THE AMOUNTS APPROPRIATED FOR DAY CARE SUBSIDY AND TRANSITIONAL CHILD CARE SHALL BE USED EXCLUSIVELY FOR CHILD CARE COSTS UNLESS A TRANSFER OF MONIES IS APPROVED BY THE JOINT LEGISLATIVE BUDGET COMMITTEE. MONIES SHALL NOT BE USED FROM THESE APPROPRIATED AMOUNTS FOR ANY OTHER EXPENSES OF THE DEPARTMENT OF ECONOMIC SECURITY UNLESS A TRANSFER OF MONIES IS APPROVED BY THE JOINT LEGISLATIVE BUDGET COMMITTEE.

All spinal and head injuries trust fund receipts received by the department of economic security in excess of \$2,463,900 in fiscal year 2002-2003 are appropriated to the independent living rehabilitation services special line item. Before the expenditure of any spinal and head injuries trust fund receipts in excess of \$2,463,900 in fiscal year 2002-2003, the department of economic security shall submit the intended use of the monies for review by the joint legislative budget committee.

It is the intent of the legislature that the department shall use \$4,500,000 of the monies appropriated for the JOBS special line item for contracts with education and training entities. These contracts shall focus on assisting JOBS clients in obtaining jobs paying, on average, ten dollars per hour or more. The department shall report to the joint legislative budget committee by October 15, 2003 on these efforts. The report shall include expenditure details and placement data.

Of the monies appropriated for the JOBS special line item, the department may use up to \$5,500,000 to provide job training, education, supportive services, and other services that will promote job retention and career advancement of former temporary assistance for needy families recipients.

Agencywide federal temporary assistance	
for needy families block grant lump	
sum supplemental	\$ 10,886,100
Agencywide general fund lump sum reduction	(13,948,100)
Agencywide lump sum FTE positions reduction	(202.0)
Additional agencywide lump sum reduction	<u>(15,022,600)</u>
Total appropriation - department of	
economic security	<del>\$ 889,293,700</del>
	\$ 897,356,100
Fund sources:	
State general fund	<del>\$ 421,345,600</del>
	\$ 424,408,000
Federal temporary assistance for	
needy families block grant	283,474,000
Federal child care and development	
fund block grant	<del>97,767,800</del>
	102,767,800

1	Special administration fund	2,121,100
2	Public assistance collections fund	309,000
3	Long-term care system fund	18,029,000
4	Child support enforcement	
5	administration fund	11,857,400
6	Domestic violence shelter fund	1,700,000
7	Child abuse prevention fund	1,064,100
8	Children and family services	
9	training program fund	209,600
10	Spinal and head injuries trust fund	2,463,900
11	Workforce investment act grant	47,952,200
12	Statewide cost allocation plan fund	1,000,000

13       Performance measures:

14	CPS and family builders per cent	
15	response rate	100
16	Agencywide customer satisfaction rating	
17	(Scale 1-5)	3.0
18	Employee satisfaction rating (Scale 1-5)	3.7

19       The above appropriation is in addition to funds granted to the state  
20 by the federal government for the same purposes but shall be deemed to  
21 include the sums deposited in the state treasury to the credit of the  
22 department of economic security, pursuant to section 42-5029, Arizona Revised  
23 Statutes.

24       It is the intent of the legislature that of the amount appropriated for  
25 the agencywide general fund lump sum reduction a total of \$10,886,100 will  
26 be offset by the agencywide federal temporary assistance for needy families  
27 block grant lump sum supplemental.

28       None of the \$(15,022,600) additional agencywide lump sum reduction  
29 shall be used to reduce home and community based services to adult clients  
30 in the division of developmental disabilities, to reduce finger imaging  
31 services, or to reduce independent living rehabilitation services in the  
32 division of employment and rehabilitation services.

33       A monthly report comparing total expenditures for the month and  
34 year-to-date as compared to prior year totals shall be forwarded to the  
35 president of the senate, the speaker of the house of representatives, the  
36 chairmen of the senate and house appropriations committees and the director  
37 of the joint legislative budget committee by the twenty-fifth of the  
38 following month. The report shall include an estimate of (1) potential  
39 shortfalls in entitlement programs, (2) potential federal and other funds,  
40 such as the statewide assessment for indirect costs, and any projected  
41 surplus in state supported programs that may be available to offset these  
42 shortfalls and a plan, if necessary, for eliminating any shortfall without  
43 a supplemental appropriation, (3) shortfalls resulting from new leases or  
44 renegotiations of current leases and associated costs, and (4) total

expenditure authority of the child support enforcement program for the month and year-to-date as compared to prior year totals.

The department of economic security shall report the receipt and intended use of all current and prior year reversions from nonappropriated sources to the joint legislative budget committee.

Sec. 4. Laws 2001, chapter 236, section 40, as amended by Laws 2002, chapter 327, section 86, is amended to read:

Sec. 40. DEPARTMENT OF GAMING

	<u>2001-02</u>	<u>2002-03</u>
FTE positions	75.0	75.0
Lump sum appropriation	\$ 5,111,700	<del>\$ 5,053,700</del>
		\$ 5,336,900

Fund sources:

Tribal state compact fund	\$ 5,111,700	<del>\$ 5,053,700</del>
		\$ 3,942,600
ARIZONA BENEFITS FUND		\$ 1,394,300

Performance measures:

Per cent of gaming facilities reviewed		
for compact compliance	80	80
Number of machines certified	8,350	8,350
Number of individual applications received	11,500	12,000
Per cent of vendor customers satisfied		
with process	98	99
Administration as a per cent of cost	9.0	9.0

THE \$283,200 IN FISCAL YEAR 2002-2003 FOR THE JOINT MONITORING SYSTEM IS EXEMPT FROM THE PROVISIONS OF SECTION 35-190, ARIZONA REVISED STATUTES, RELATING TO LAPSING OF APPROPRIATIONS, UNTIL JUNE 30, 2005.

Sec. 5. Laws 2002, chapter 327, section 30, as amended by Laws 2002, sixth special session, chapter 1, section 25, is amended to read:

Sec. 30. DEPARTMENT OF HEALTH SERVICES

	<u>2002-03</u>
<u>Administration</u>	
FTE positions	403.0
Operating lump sum appropriation	\$ 11,118,400
Assurance and licensure	6,978,900
Newborn screening fund - indirect costs	478,600
Indirect cost fund	<u>6,471,300</u>
Total - administration	\$ 25,047,200
Fund sources:	
State general fund	\$ 17,640,900
Newborn screening program fund	478,600
Indirect cost fund	6,471,300

1	Nursing care institution resident	
2	protection fund	38,000
3	Emergency medical services operating	
4	fund	17,100
5	Federal child care and development	
6	fund block grant	401,300
7	Performance measures:	
8	Per cent of relicensure surveys completed	
9	on time	
10	Child care facilities	46
11	Health care facilities	46
12	Per cent complaint investigations initiated	
13	later than investigative guidelines	
14	Child care facilities	29
15	Health care facilities	56
16	Days to process enforcement action	40.0
17	Administration as a per cent of total cost	2.0
18	The department of health services shall report to the joint legislative	
19	budget committee by November 1, 2002 on the status of licensure backlogs in	
20	the assurance and licensure division.	
21	<u>Public health</u>	
22	FTE positions	233.0
23	Operating lump sum appropriation	\$ 5,589,700
24	Tuberculosis provider care and	
25	control	1,082,000
26	Vaccines	2,821,900
27	STD control subventions	52,500
28	AIDS reporting and surveillance	1,125,000
29	Laboratory services	3,917,800
30	Kidney program	101,000
31	County public health-tobacco tax	200,000
32	Direct grants	500,900
33	Reimbursement to counties	135,900
34	Loan repayment	100,000
35	Alzheimer disease research	1,000,000
36	U of A poison center funding	1,050,000
37	Poison control center funding	800,000
38	EMS operations	2,875,600
39	Trauma advisory board	250,000
40	Arizona statewide immunization	
41	information system	477,000
42	Hepatitis C surveillance	350,000
43	Total - public health	\$ 22,429,300

1	Fund sources:	
2	State general fund	\$ 14,630,600
3	Emergency medical services	
4	operating fund	3,125,600
5	Poison control fund	1,850,000
6	Tobacco tax and health care fund	
7	medically needy account	2,027,000
8	Environmental laboratory licensure	
9	revolving fund	796,100

10 Performance measures:

11	Number of uninsured clients receiving	
12	primary care services through the	
13	tobacco tax grants	65,000
14	Number of clients receiving HIV medications	
15	through the Arizona drug assistance	
16	program (average per month)	800
17	Immunization rate among 2-year-old children	84
18	Per cent of high school youth who smoked	
19	in the last month	24.9
20	Exposure calls received at Arizona poison	
21	control centers	82,000
22	Customer waiting time in vital records'	
23	lobby (in minutes)	20

24 The \$200,000 appropriated for county public health-tobacco tax shall  
 25 be distributed as follows to the following counties to reimburse local health  
 26 departments pursuant to section 36-189, Arizona Revised Statutes: Coconino,  
 27 \$36,200; Gila, \$5,440; Mohave, \$30,780; Yavapai, \$25,820; Yuma, \$101,740.

28 The appropriation for direct grants is to provide for local health work  
 29 and a portion of the cost of employing one public health nurse and one  
 30 sanitarian in counties with populations of less than five hundred thousand  
 31 persons. The monies are to be divided equally among the eligible counties  
 32 on a nonmatching basis. All monies that are received by a county under this  
 33 appropriation and that are not used for the prescribed purposes revert to the  
 34 state general fund.

35 The \$135,900 appropriated for reimbursement to counties is to provide  
 36 matching monies to counties with populations of less than five hundred  
 37 thousand persons for local health work on an equal matching basis and shall  
 38 be distributed based on the amounts received in fiscal year 2001-2002.

39 The \$1,050,000 appropriated in fiscal year 2002-2003 for the university  
 40 of Arizona poison control center shall not be used to support any poison  
 41 control center other than the one at the university of Arizona. The  
 42 department of health services shall transmit all of the appropriated amount  
 43 to the university of Arizona for this purpose.

The \$800,000 appropriated in fiscal year 2002-2003 for poison control center funding shall only be expended for poison control services in counties with a population of more than one million five hundred thousand persons according to the most recent United States decennial census.

The department of health services shall report to the joint legislative budget committee by February 1, 2003 on the amount of federal monies received for fiscal year 2002-2003 for the 317 vaccines program. If the department receives more than \$1,188,000 in federal 317 monies for vaccines purchase for fiscal year 2002-2003, the state general fund amount of the state fiscal year 2002-2003 appropriation for the vaccines special line item equal to the amount by which the federal monies exceed \$1,188,000 up to \$576,600 shall revert to the state general fund.

The department of health services shall require the screening of potential recipients of vaccines for private insurance coverage, eligibility for the federal vaccines for children program and eligibility for the state children's health insurance program. This requirement applies to vaccines purchased with state monies appropriated for the vaccines special line item for both the federal 317 program and the state-only immunization program.

#### Family health

FTE positions	77.5
Operating lump sum appropriation	\$ 3,146,700
Children's rehabilitative services	3,587,000
AHCCCS - children's rehabilitative services	34,010,200
Adult cystic fibrosis	210,400
Adult sickle cell anemia	65,900
High risk perinatal services	3,630,600
Nutrition services	367,000
County prenatal services grant	1,208,500
Child fatality review team	100,000
Newborn screening program	3,215,800
Less federal collections	(22,699,400)
Total - family health	\$ 26,842,700
Fund sources:	
State general fund	\$ 23,076,900
Child fatality review fund	100,000
Emergency medical services operating fund	450,000
Newborn screening program fund	3,215,800
Performance measures:	
Number of newborns screened under newborn screening program	84,000
Births by girls age 19 and under (rate per 1,000)	28.1
Per cent of women in health start program receiving prenatal care in first trimester	65



1 The amounts appropriated for children's rehabilitative services, for  
 2 AHCCCS - children's rehabilitative services and for federal expenditure  
 3 authority are intended to cover all indirect, fixed contract,  
 4 fee-for-services costs and all other costs of the children's rehabilitative  
 5 services program in full, unless a transfer of monies is approved by the  
 6 joint legislative budget committee.

7 Before implementation of any changes in capitation rates for the  
 8 AHCCCS - children's rehabilitative services special line item, the department  
 9 of health services shall report its plan to the joint legislative budget  
 10 committee for its review.

11 The department of health services shall distribute all monies  
 12 appropriated for the county prenatal services grant on a pass-through basis  
 13 to counties to provide prenatal programs with consideration to population,  
 14 need and amount received in prior years.

15 Behavioral health services

16	FTE positions	126.9
17	Operating lump sum appropriation	\$ 7,072,000
18	Children's behavioral health services	9,351,800
19	Children's behavioral health state	
20	match for title XIX	117,853,500
21		128,834,600
22	Seriously emotionally handicapped	
23	children	4,200,300
24	Seriously mentally ill state match	
25	for title XIX	148,064,800
26		141,758,400
27	Seriously mentally ill non-title XIX	64,116,700
28	Court monitoring	197,500
29	Psychiatric review board	85,800
30	Suicide prevention program	120,000
31	Arnold v. Sarn	27,500,000
32	Proposition 204	150,753,100
33		157,253,100
34	Mental health non-title XIX	947,300
35	Substance abuse non-title XIX	15,485,400
36	Mental health and substance abuse	
37	state match for title XIX	37,538,800
38		43,949,800
39	Offset for receipts	(10,000,000)
40	less capitation rate adjustment	(15,200,000)

1	Less tobacco litigation settlement	
2	collections	(46,809,500)
3	Less federal collections	<del>(309,344,200)</del>
4		<u>(324,461,900)</u>
5	Total - behavioral health services	<del>\$ 201,933,300</del>
6		\$ 219,601,300
7	Fund sources:	
8	State general fund	<del>\$ 187,793,300</del>
9		\$ 200,461,300
10	Substance abuse services fund	3,350,000
11	Tobacco tax and health care fund	
12	medically needy	<del>10,790,000</del>
13		15,790,000
14	Performance measures:	
15	Per cent SMI clients on anti-psychotics	
16	receiving new generation psychotropic	
17	medications	71
18	Per cent of RBHA title XIX clients	
19	satisfied with services	68
20	Per cent of clients with improved	
21	functioning	27
22	Per cent of eligible title XIX population	
23	enrolled	8.0
24	All federal title XIX funds appropriated for administration are	
25	appropriated as a lump sum.	
26	The amount appropriated for children's behavioral health services shall	
27	be used to provide services for non-title XIX eligible children. The amount	
28	shall not be used to pay for either federally or nonfederally reimbursed	
29	services for title XIX eligible children, unless a transfer of monies is	
30	approved by the joint legislative budget committee.	
31	Before implementation of any changes in capitation rates in any title	
32	XIX behavioral health special line item, the department of health services	
33	shall report its plan to the joint legislative budget committee for its	
34	review.	
35	On a monthly basis, the department shall provide information to the	
36	joint legislative budget committee by program for all populations on the	
37	number of new and non-title XIX clients reviewed for title XIX eligibility	
38	under the provisions of Proposition 204 as well as the number that convert	
39	from non-title XIX status or that are newly enrolled.	
40	For every dollar appropriated from the state general fund for the	
41	Arnold v. Sarn special line item that is used for state match for title XIX	
42	eligible clients, the corresponding federal expenditure authority based on	
43	the current year federal matching assistance percentage shall be	
44	appropriated. It is the intent of the legislature that the total amount	
45	available in the Arnold v. Sarn special line item be used for the population	

1 covered by the Arnold v. Sarn lawsuit in counties with a population of over  
 2 2,000,000 persons and for seriously mentally ill persons that meet the same  
 3 criteria as those covered by the Arnold v. Sarn lawsuit in counties with  
 4 populations of less than 2,000,000 persons. Before the expenditure of these  
 5 monies, the department shall submit an expenditure plan to the joint  
 6 legislative budget committee for review. The report shall include projected  
 7 title XIX and non-title XIX expenditures and estimated expenditures by  
 8 service category.

9 Arizona state hospital

10	FTE positions	880.7
11	Operating lump sum appropriation	\$ 42,090,400
12	Community placement treatment	6,704,800
13	Sexually violent persons	<u>9,749,800</u>
14	Total - Arizona state hospital	\$ 58,545,000
15	Fund sources:	
16	State general fund	\$ 51,289,300
17	ASH land earnings fund	650,000
18	Arizona state hospital fund	6,605,700
19	Performance measures:	
20	Per cent of clients satisfied with	
21	treatment and clinical services	90
22	Per cent of adult clients successfully	
23	placed in community who return for	
24	another stay within 1 year of discharge	9.5
25	Adult forensic patients year-end census	172
26	Civil adult patients year-end census	149
27	SVP program year-end census	253
28	Per cent of staff turnover during first	
29	12 months of employment	15
30	Agencywide lump sum FTE	
31	positions reduction	(59.0)
32	Less public and family health	
33	contracts reduction	(130,600)
34	Agencywide lump sum reduction	<u>(5,433,100)</u>
35	Total appropriation - department of	
36	health services	<del>\$329,233,800</del>
37		\$346,901,800
38	Fund sources:	
39	State general fund	<del>\$288,867,300</del>
40		\$301,535,300
41	Nursing care institution resident	
42	protection fund	38,000
43	Newborn screening program fund	3,694,400
44	Indirect cost fund	6,471,300

1	Federal child care and development	
2	fund block grant	401,300
3	Tobacco tax and health care fund	
4	medically needy account	<del>12,817,000</del>
5		17,817,000
6	Emergency medical services operating	
7	fund	3,592,700
8	Poison control fund	1,850,000
9	Environmental laboratory licensure	
10	revolving fund	796,100
11	Child fatality review fund	100,000
12	Substance abuse services fund	3,350,000
13	ASH land earnings fund	650,000
14	Arizona state hospital fund	6,605,700
15	Performance measures:	
16	Per cent of SMI clients on anti-psychotics	
17	receiving new generation psychotropic	
18	medications	71
19	Per cent of relicensure surveys completed	
20	on time	
21	Child care facilities	46
22	Health care facilities	46
23	Per cent of high school youth who smoked	
24	in the last month	24.9
25	Births by girls age 19 and under (rate per 1,000)	28.1
26	Per cent of agency staff turnover	9.0
27	In addition to the appropriation for the department of health services,	
28	earnings on state lands and interest on the investment of the permanent land	
29	funds are appropriated to the state hospital in compliance with the enabling	
30	act and the Constitution of Arizona.	
31	A monthly report comparing total expenditures for the month and year	
32	to date as compared to prior year totals shall be forwarded to the president	
33	of the senate, the speaker of the house of representatives, the chairmen of	
34	the senate and house appropriations committees and the director of the joint	
35	legislative budget committee by the twenty-fifth of the following month. The	
36	report shall include an estimate of (1) potential shortfalls in programs,	
37	(2) potential federal and other funds, such as the statewide assessment for	
38	indirect costs, that may be available to offset these shortfalls, and a plan,	
39	if necessary, for eliminating any shortfall without a supplemental	
40	appropriation and (3) total expenditure authority of the month and year to	
41	date for seriously mentally ill state match for title XIX, seriously mentally	
42	ill non-title XIX, children's behavioral health services, children's	
43	behavioral health state match for title XIX, mental health non-title XIX,	
44	substance abuse non-title XIX, seriously emotionally handicapped children and	
45	children's rehabilitative services.	

Notwithstanding section 35-173, subsection C, Arizona Revised Statutes, any transfer to or from the amounts appropriated for seriously mentally ill state match for title XIX, seriously mentally ill non-title XIX, Arnold v. Sarn, children's behavioral health services, children's behavioral health state match for title XIX, mental health non-title XIX, substance abuse non-title XIX, mental health and substance abuse state match for title XIX, seriously emotionally handicapped children, children's rehabilitative services, AHCCCS - children's rehabilitative services, tuberculosis provider care and control, Alzheimer's disease research, kidney program, adult cystic fibrosis, adult sickle cell anemia, high risk perinatal services, county prenatal services grant, nutrition services, community placement treatment, sexually violent persons, university of Arizona poison control center funding and the poison control center funding shall require approval of the joint legislative budget committee. The amounts appropriated for these items shall be used exclusively for contracts for the provision of services to clients unless a transfer of monies is approved by the joint legislative budget committee. Monies shall not be used from these appropriated amounts for any other expenses of the department of health services, unless a transfer of monies is approved by the joint legislative budget committee.

Sec. 6. Laws 2002, chapter 327, section 38, as amended by Laws 2002, sixth special session, chapter 1, section 32, is amended to read:

Sec. 38. STATE LAND DEPARTMENT

	2002-03
FTE positions	176.4
Lump sum appropriation	\$ 14,038,400
Natural resource conservation districts	490,000
Environmental education program	288,100
Fire suppression	1,000,000
Environmental county grants	125,000
Agencywide lump sum reduction	<u>(517,200)</u>
Total appropriation - state land department	\$ 15,424,300
Fund sources:	
State general fund	<del>\$ 14,646,200</del>
	\$ 13,646,200
GAME AND FISH COMMISSION HERITAGE FUND	1,000,000
Environmental special plate fund	778,100
Performance measures:	
Average land sales processing time (application to auction, in months)	14.9
Average score on customer service survey (5=very satisfied)	3.7
Per cent of fires controlled at 100 acres or less	95

1 Per cent of agency staff turnover 12.0  
 2 Administration as a per cent of total cost 16.4

3 The agencywide lump sum reduction shall not be applied to the fire  
 4 suppression special line item.

5 The appropriation includes \$1,221,300 for central Arizona project user  
 6 fees in fiscal year 2002-2003. For every dollar above \$257,000 received as  
 7 reimbursement to the state in fiscal year 2002-2003, from cities that assume  
 8 their allocation of central Arizona project water for past central Arizona  
 9 water conservation district payments, one dollar reverts to the state general  
 10 fund in the year that the reimbursement is collected.

11 Of the amount appropriated for the environmental education program in  
 12 fiscal year 2002-2003, \$5,000 shall be distributed to each natural resource  
 13 conservation district with an established environmental education center as  
 14 required by section 37-1015, subsection B, Arizona Revised Statutes, and at  
 15 least \$100,000 shall be used for environmental education grants as provided  
 16 by section 41-2252, subsections A and B, Arizona Revised Statutes. If  
 17 legislation to extend the advisory council on environmental education beyond  
 18 July 1, 2002 is not enacted in the second regular session of the forty-fifth  
 19 legislature, \$100,000 shall lapse to the environmental special plate fund and  
 20 monies shall not be used for environmental education grants pursuant to  
 21 section 41-2252, subsections A and B, Arizona Revised Statutes.

22 Sec. 7. Laws 2002, chapter 327, section 48, as amended by Laws 2002,  
 23 fifth special session, chapter 3, section 1 and Laws 2002, sixth special  
 24 session, chapter 1, section 38, is amended to read:

25 Sec. 48. STATE PARKS BOARD

26		<u>2002-03</u>
27	FTE positions	245.3
28	Administration	\$ 1,450,100
29	Parks development and operations	\$ 9,195,800
30	Kartchner Caverns state park	
31	special line item	<u>2,101,300</u>
32	Program subtotal - parks development	
33	and operations	\$ 11,297,100
34	Partnerships and grants	1,273,400
35	Lump sum reduction	(618,600)
36	Additional agencywide lump sum reduction	<u>(692,100)</u>
37	Total appropriation - state parks board	\$ 12,709,900
38	Fund sources:	
39	State general fund	<del>\$ 6,135,900</del>
40		\$ - 0 -
41	State parks enhancement fund	5,221,400
42	Law enforcement and boating	
43	safety fund	1,092,700

1	GAME AND FISH COMMISSION HERITAGE FUND	6,135,900
2	Reservation surcharge revolving	
3	fund	259,900
4	Performance measures:	
5	Annual park attendance	2,500,000
6	Per cent of park visitors rating their	
7	experience "good" or "excellent"	96
8	Average cost per state park visitors	\$ .17
9	New acres of open space and parkland	
10	dedicated in Arizona	7,000
11	Per cent of agency staff turnover	9.2
12	Administration as a per cent of total cost	5.9
13	The appropriation for law enforcement and boating safety fund projects	
14	is an estimate representing all monies distributed to this fund, including	
15	balance forward, revenue and transfers during fiscal year 2002-2003. These	
16	monies are appropriated to the Arizona state parks board for the purposes	
17	established in section 5-383, Arizona Revised Statutes. The appropriation	
18	shall be adjusted as necessary to reflect actual final receipts credited to	
19	the law enforcement and boating safety fund.	
20	All other operating expenditures include \$26,000 from the state parks	
21	enhancement fund for Fool Hollow state park revenue sharing. If receipts to	
22	Fool Hollow exceed \$260,000 in fiscal year 2002-2003, an additional ten per	
23	cent of this increase of Fool Hollow receipts is appropriated from the state	
24	parks enhancement fund to meet the revenue sharing agreement with the city	
25	of Show Low and the United States forest service.	
26	All reservation surcharge revolving fund receipts received by the	
27	Arizona state parks board in excess of \$259,900 in fiscal year 2002-2003 are	
28	appropriated to the reservation surcharge revolving fund special line	
29	item. Before the expenditure of any reservation surcharge revolving fund	
30	monies in excess of \$259,900 in fiscal year 2002-2003, the Arizona state	
31	parks board shall submit the intended use of the monies for review by the	
32	joint legislative budget committee.	
33	Sec. 8. Laws 2002, chapter 327, section 52, as amended by Laws 2002,	
34	sixth special session, chapter 1, section 41, is amended to read:	
35	Sec. 52. DEPARTMENT OF PUBLIC SAFETY	
36		<u>2002-03</u>
37	FTE positions	1,800.0
38	Lump sum appropriation	\$119,338,300
39	GITEM	5,223,100
40	Fingerprint board	166,900
41	Agencywide lump sum reduction	<u>(2,555,400)</u>
42	Total appropriation - department of public	
43	safety	\$122,172,900

1 Fund sources:  
 2 State general fund \$ ~~41,903,200~~  
 3 \$ 31,903,200  
 4 Highway user revenue fund ~~28,974,600~~  
 5 38,974,600  
 6 State highway fund 28,158,300  
 7 Arizona highway patrol fund 13,468,100  
 8 Criminal justice enhancement fund 2,187,500  
 9 Safety enforcement and transportation  
 10 infrastructure fund 1,122,900  
 11 Crime laboratory assessment fund 3,713,600  
 12 Arizona deoxyribonucleic acid  
 13 identification fund 426,600  
 14 Automated fingerprint identification  
 15 fund 2,116,200  
 16 Fingerprint clearance card fund 35,900  
 17 Board of fingerprinting fund 66,000  
 18 Performance measures:  
 19 Fatal highway crashes 352  
 20 Per cent of total highway crashes related  
 21 to alcohol 15  
 22 Per cent of scientific analysis cases over  
 23 30 calendar days old 1.0  
 24 Per cent of system reliability of the Arizona  
 25 automated fingerprint identification network 98  
 26 Clandestine labs dismantled 460  
 27 Per cent of agency staff turnover 5.0  
 28 Administration as a per cent of total cost 13.9  
 29 Customer satisfaction rating for citizens  
 30 (Scale 1-8) 6.0  
 31 Any monies remaining in the department of public safety joint account  
 32 on June 30, 2003 shall revert to the funds from which they were appropriated.  
 33 The reverted monies shall be returned in direct proportion to the amounts  
 34 appropriated.  
 35 The \$66,000 for fingerprinting in fiscal year 2002-2003 is appropriated  
 36 from the state general fund to the board of fingerprinting fund and is  
 37 further appropriated from the fund to the fingerprint board special line item  
 38 for purposes as set forth by section 41-619.56, Arizona Revised Statutes.  
 39 It is the intent of the legislature that monies appropriated to the  
 40 GITEM special line item shall not be allocated by the department of public  
 41 safety to any county with a population greater than seven hundred fifty  
 42 thousand or to any city or town located within a county with a population  
 43 greater than seven hundred fifty thousand.



1       Sec. 9. Laws 2002, chapter 327, section 57, as amended by Laws 2002,  
 2 sixth special session, chapter 1, section 45, is amended to read:  
 3 Sec. 57. DEPARTMENT OF REVENUE

4		<u>2002-03</u>
5	FTE positions	<del>992.1</del>
6		1,145.1
7	Lump sum appropriation	\$ 60,682,100
8	Alternative fuel tax credit	458,800
9	Agencywide lump sum reduction	(5,082,200)
10	REVENUE GENERATING PLAN	<u>3,275,800</u>
11	Total appropriation - department of revenue	<del>\$ 56,058,700</del>
12		\$ 59,334,500
13	Fund sources:	
14	State general fund	<del>\$ 53,756,000</del>
15		\$ 57,031,800
16	Tobacco tax and health care fund	408,400
17	Estate and unclaimed property fund	1,508,400
18	Liability setoff fund	385,900
19	Performance measures:	
20	Average calendar days to refund income tax	19.4
21	Total tax documents processed	5,800,000
22	Per cent of non-audit revenue to total	
23	revenue	97.3
24	Per cent of private taxpayer rulings	
25	completed within 45 calendar days	
26	of receipt	90
27	Per cent that collector contacts taxpayer	
28	within 30 calendar days of being	
29	assigned a delinquent account	95
30	Per cent of delinquent accounts collected	20
31	Per cent of agency staff turnover	16
32	Administration as a per cent of total cost	5.8
33	Customer satisfaction rating for taxpayer	
34	information section (Scale 1-8)	6.0

35       The department of revenue may contract with a third party vendor to  
 36 accept credit card payment for taxes only if there is no cost to the state  
 37 general fund for accepting credit card payments. Before contracting, the  
 38 department shall report to the joint legislative budget committee on this  
 39 program.

40       Sec. 10. Repeal

41       Laws 2002, chapter 327, section 62, as amended by Laws 2002, sixth  
 42 special session, chapter 1, section 50, is repealed.

## 1 Sec. 11. DEPARTMENT OF TRANSPORTATION

2 2002-03

3 Administration

4 FTE positions 452.0

5 Lump sum appropriation \$ 51,490,000

## 6 Fund sources:

7 State highway fund \$ 51,439,600

8 Air quality fund 50,400

## 9 Performance measures:

10 External customer satisfaction rating

11 based on annual survey (Scale 1-10) 8.7

12 Per cent that highway user revenue fund

13 actual revenues exceed forecast +2

14 Per cent that Maricopa regional area road

15 fund actual revenues exceed forecast +2

16 Per cent of agency staff turnover 13.8

17 Administration as a per cent of total cost 16.1

18 Highways

19 FTE positions 2,004.0

20 Lump sum appropriation \$174,290,900

## 21 Fund sources:

22 State general fund \$ 62,800

23 State highway fund 140,490,300

24 Transportation department

25 equipment fund 33,222,800

26 Safety enforcement and

27 transportation

28 infrastructure fund 515,000

## 29 Performance measures:

30 Statewide lane miles 18,168

31 Maricopa regional area road fund lane miles 641

32 Per cent of Maricopa regional freeway miles

33 completed (144 center line miles total) 72

34 Per cent of overall highway construction

35 projects completed on schedule 85

36 Per cent of highway maintenance level of

37 service - roads meeting minimum standards 90

38 Of the total amount appropriated for the highways program, up to

39 \$96,278,900 in fiscal year 2002-2003 for the maintenance subprogram, as

40 adjusted for any lump sum reduction, is exempt from the provisions of section

41 35-190, Arizona Revised Statutes, relating to lapsing of appropriations,

42 except that all unexpended and unencumbered monies of the appropriation

43 reverts to the state highway fund on August 31, 2003.

The department of transportation shall report by August 31, 2003 to the joint legislative budget committee on the current levels of service for each of the nine categories of highway maintenance. The report shall explain the department's progress in improving its assessment of levels of service and of assigning costs to different levels of service. The report shall explain how the up to \$2,200,000 in fiscal year 2002-2003 appropriation to improve level of service, as adjusted for any fiscal year 2001-2002 or fiscal year 2002-2003 reduction, was spent and how the level of service changed for each of these categories.

Employees who participate in the Arizona department of transportation's engineering pay plan are not eligible to receive any general salary adjustments appropriated for state employees for fiscal year 2002-2003.

#### Aeronautics

FTE positions	33.0
Lump sum appropriation	\$ 1,797,100
Law suit settlement	<u>1,500,000</u>
Total - Aeronautics	\$ 3,297,100
Fund sources:	
State aviation fund	\$ 3,297,100
Performance measures:	
Per cent of airport development projects completed on schedule	75
Per cent that state aviation fund actual revenues exceed projection	+4
Working days to complete aircraft registration	2.0

#### Motor vehicle

FTE positions	1,649.0
Lump sum appropriation	\$ 84,142,300
Judicial fee programming	<u>250,000</u>
Total - motor vehicle	\$ 84,392,300
Fund sources:	
State highway fund	\$ 79,915,800
Highway user revenue fund	648,200
Safety enforcement and transportation infrastructure fund	1,771,600
Motor vehicle liability insurance enforcement fund	1,047,600
Vehicle inspection and title enforcement fund	<u>1,009,100</u>
Performance measures:	
Average office wait time (minutes)	15 to 20
Average telephone wait time (minutes)	1.4

1	Per cent of business processed by third	
2	parties	30
3	Per cent of alternative renewal methods	
4	(mail, internet, third party)	69
5	It is the intent of the legislature that all monies appropriated for	
6	the motor vehicle division field offices and electronic services are combined	
7	resources designed to improve customer services and that the department	
8	should pursue increased efforts to further the utilization of electronic	
9	services (e-business transactions) to enhance customer services and create	
10	efficiencies, enhanced customer service and security issues.	
11	The motor vehicle lump sum appropriation includes up to \$2,750,400 as	
12	a non-lapsing appropriation for the motor vehicle division security	
13	enhancement issues and to replace and upgrade computer equipment, as adjusted	
14	for any fiscal year 2001-2002 or fiscal year 2002-2003 reduction.	
15	The motor vehicle appropriation includes fifteen FTE positions and	
16	\$1,296,300 for vehicle registration enforcement, including personal services,	
17	employee related expenditures, travel, postage and other operating	
18	expenditures. The \$1,296,300 is to supplement, not supplant existing	
19	resources. The motor vehicle division will develop a measurement system for	
20	performance measures and to identify the return on investment for vehicle	
21	registration enforcement. The motor vehicle division shall report on the	
22	status of their measurement system for vehicle registration enforcement to	
23	the joint legislative budget committee by December 1, 2002.	
24	Agencywide lump sum FTE	
25	positions reduction	(155.0)
26	Agencywide state highway fund lump	
27	sum reduction	(10,000,000)
28	Agencywide transportation department	
29	equipment fund lump sum reduction	<u>(2,000,000)</u>
30	Total appropriation - department of	
31	transportation	\$301,470,300
32	Fund sources:	
33	State general fund	\$ 62,800
34	State highway fund	261,845,700
35	Highway user revenue fund	648,200
36	Air quality fund	50,400
37	Transportation department	
38	equipment fund	31,222,800
39	State aviation fund	3,297,100
40	Safety enforcement and	
41	transportation infrastructure	
42	fund	2,286,600

1 Motor vehicle liability insurance  
 2 enforcement fund 1,047,600  
 3 Vehicle inspection and title  
 4 enforcement fund 1,009,100  
 5 Sec. 12. Laws 2002, chapter 327, section 63, as amended by Laws 2002,  
 6 sixth special session, chapter 1, section 51, is amended to read:  
 7 Sec. 63. STATE TREASURER  
 8 2002-03  
 9 FTE positions 31.4  
 10 Lump sum appropriation \$ ~~2,267,400~~  
 11 \$ 2,467,400  
 12 Justice of peace salaries 2,775,500  
 13 Agencywide lump sum reduction (227,600)  
 14 Total appropriation - state treasurer \$ ~~4,815,300~~  
 15 \$ 5,015,300  
 16 Performance measures:  
 17 Number of deposits with state treasurer 66,000  
 18 Number of wire transfers in and out of  
 19 servicing bank 28,000  
 20 Combined balances of all investment  
 21 portfolios \$9,000,000,000  
 22 Ratio of yield of LGIP to Standard  
 23 and Poor's LGIP index 1.1  
 24 Administration as a per cent of total cost 0  
 25 Customer satisfaction rating for local  
 26 government investment pool participants  
 27 (Scale 1-8) 6.0  
 28 It is the intent of the legislature that the investment management fee  
 29 on monies managed by the state treasurer be set at eight basis points.  
 30 Sec. 13. Laws 2002, chapter 327, section 117, as amended by Laws 2002,  
 31 sixth special session, chapter 1, section 61, is amended to read:  
 32 Sec. 117. Transfers of fund monies to the state general fund:  
 33 fiscal year 2002-2003  
 34 Notwithstanding any other law, on or before June 30, 2003, the  
 35 following amounts from the following funds or sources are transferred to the  
 36 state general fund for the purposes of providing adequate support and  
 37 maintenance for agencies of this state:  
 38 1. Retiree accumulated sick leave fund (YYA 3200) ~~\$1,286,900~~  
 39 \$1,686,900.  
 40 2. Risk management revolving fund (ADA 4216) ~~\$10,000,000~~ \$12,000,000.  
 41 3. Motor vehicle pool revolving fund (ADA 4204) \$5,400,000.  
 42 4. Certificates of participation fund (AAA 5005) \$20,050,000.  
 43 5. ~~State surplus materials revolving fund (ADA 4214) \$1,000,000.~~

1           6. 5. Technology and telecommunications fund (ADA 4201) ~~\$4,000,000~~  
2   \$6,000,000.  
3           7. 6. Anti-racketeering fund (AGA 2131) \$1,625,000.  
4           8. 7. Housing trust fund (HDA 2235) \$2,000,000.  
5           9. 8. Alcohol abuse treatment fund (DCA 2204) \$1,000,000.  
6          10. 9. Drug treatment and education revolving fund (DCA 2277)  
7   \$1,000,000.  
8          11. 10. State land department fund (LDA 2451) \$70,000.  
9          12. 11. State lottery fund (LOA 2122) \$3,455,000.  
10        13. 12. State lake improvement fund (PRA 2106) \$10,000,000.  
11        14. 13. Deficiencies correction fund (SFA 2455) ~~\$23,000,000~~  
12   \$123,000,000.  
13        15. 14. School capital equity fund (SFA 2273) \$2,487,500.  
14        16. 15. Arizona clean air fund (EVA 1238) ~~\$9,300,000~~ \$10,300,000. No  
15 more than fifty per cent of the increased fund transfer OF \$3,000,000 from  
16 the Arizona clean air fund as a result of this act shall be transferred from  
17 any single statutory use of the fund.  
18        17. 16. Commercial feed fund (AHA 2012) ~~\$50,000~~ \$500,000.  
19        18. 17. Fertilizer materials fund (AHA 2081) ~~\$50,000~~ \$200,000.  
20        19. 18. Pesticide fund (AHA 2051) ~~\$50,000~~ \$450,000.  
21        20. 19. Arizona state hospital capital construction fund (ADA 2466)  
22   \$13,400,000.  
23        21. 20. Intergovernmental service fund (HCA 2438) \$400,000.  
24        22. 21. Receivership revolving fund (BDA 3023) ~~\$570,800~~ \$720,800.  
25        24. 22. State education fund for correctional education (DCA 2107)  
26   \$500,000.  
27        25. 23. Telecommunication fund for the deaf (DFA 2047) ~~\$1,000,000~~  
28   \$2,000,000.  
29        26. 24. Arizona industries for the blind fund (DEA 4003) \$1,000,000.  
30        27. 25. Public assistance collection fund (DEA 2217) ~~\$750,000~~  
31   \$1,150,000.  
32        28. 26. Internal services fund (EDA 4209) \$500,000.  
33        29. 27. Production revolving fund (EDA 4211) \$500,000.  
34        30. 28. Air quality fee fund (EVA 2226) \$2,000,000.  
35        31. 29. Voluntary vehicle repair and retrofit fund (EVA 2365)  
36   \$2,600,000.  
37        32. 30. Recycling fund (EVA 2289) ~~\$1,000,000~~ \$1,500,000.  
38        33. 31. Arizona exposition and state fair fund (CLA 4001) \$2,000,000.  
39        34. 32. Interagency service agreement fund (HSA 2500) ~~\$2,000,000~~  
40   \$2,025,400.  
41        35. 33. Serious mental illness services fund (HSA 2464) \$500,000.  
42        36. 34. Building renewal fund (HSA 2133) \$792,400.  
43        37. 35. Indirect cost fund (HSA 9001) \$821,900.

1       ~~38.~~ 36. Internal services fund (HSA 4202) \$200,000.  
 2       ~~39.~~ 37. Disproportionate share payment fund (HSA 2370) \$98,800.  
 3       ~~40.~~ 38. Emergency medical services operating fund (HSA 2171)  
 4       ~~\$1,000,000~~ \$1,600,000.  
 5       ~~41.~~ 39. Industrial commission administrative fund (ICA 2177)  
 6       ~~\$1,000,000.~~  
 7       ~~43.~~ 40. Emissions inspection fund (EVA 2082) \$2,000,000.  
 8       ~~44.~~ 41. State parks enhancement fund (PRA 2202) \$2,018,300.  
 9       ~~46.~~ 42. Arizona highway patrol fund (PSA 2032) \$1,000,000.  
 10       ~~47.~~ 43. Residential utility consumer office revolving fund (UOA 2175)  
 11       ~~\$300,000.~~  
 12       ~~48.~~ 44. Arizona highways magazine fund (DTA 2031) \$500,000.  
 13       ~~49.~~ 45. Arizona water quality fund (WCA 2304) \$181,500.  
 14       ~~50.~~ 46. Utility regulation revolving fund (CCA 2172) \$750,000.  
 15       ~~51.~~ 47. Emergency telecommunications services revolving fund (ADA  
 16       2176) ~~\$5,000,000~~ \$12,000,000.  
 17       ~~52.~~ 48. Drug treatment and education fund (SPA 2277) \$800,000.  
 18       ~~53.~~ 49. State aid to detention fund (SPA 2141) \$400,000.  
 19       ~~54.~~ 50. Veteran home contingency fund (2356) \$244,300.  
 20       ~~55.~~ 51. Arizona arts endowment expendable trust fund (HUA 3106)  
 21       ~~\$1,000,000.~~  
 22       52. AIR QUALITY FUND (ADA 2226) \$500,000.  
 23       53. PROSECUTING ATTORNEYS FUND (AGA 2057) \$200,000.  
 24       54. GREATER ARIZONA DEVELOPMENT AUTHORITY REVOLVING FUND (EPA 2311)  
 25       ~~\$2,500,000.~~  
 26       55. ARIZONA JOB TRAINING FUND (EPA 1237) \$5,000,000.  
 27       56. ARIZONA CORRECTIONAL INDUSTRIES REVOLVING FUND (DCA 4002)  
 28       ~~\$1,000,000.~~  
 29       57. UNDERGROUND STORAGE TANK ASSURANCE ACCOUNT - MARICOPA COUNTY  
 30       ACCOUNT (EVA 2271) \$2,400,000.  
 31       58. UNDERGROUND STORAGE TANK ASSURANCE ACCOUNT - NON-MARICOPA COUNTY  
 32       ACCOUNT (EVA 2271) \$3,600,000.  
 33       59. WATERCRAFT LICENSING FUND (GFA 2079) \$1,500,000.  
 34       60. MEDICAL SERVICES STABILIZATION FUND (MENTAL HEALTH INSTITUTIONS  
 35       FUNDING) (HSA 3037) \$500,000.  
 36       61. OFF-HIGHWAY VEHICLE RECREATION FUND (PRA 2253) \$4,000,000.  
 37       62. STATE AVIATION FUND (DTA 2005) \$4,500,000.  
 38       63. HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM FUND (DTA 2417)  
 39       ~~\$20,000,000.~~  
 40       64. LEASE PURCHASE BUILDING OPERATING AND MAINTENANCE (ADA 1025)  
 41       ~~\$46,700.~~  
 42       65. STATE EMPLOYEE TRAVEL REDUCTION (ADA 2261) \$200,000.  
 43       66. STATE EMPLOYEE SUGGESTION PROGRAM AWARDS (ADA 3190) \$20,000.

- 1 67. ADMINISTRATION - AFIS II COLLECTIONS (ADA 4203) \$159,000.
- 2 68. RATITE CONTROL FUND (AHA 2098) \$1,800.
- 3 69. COMMUNITY COLLEGE CERTIFICATION FUND (CMA 2009) \$88,700.
- 4 70. DRUG AND GANG PREVENTION RESOURCE CENTER FUND (NO FUND NUMBER)
- 5 \$200,000.
- 6 71. CHARTER SCHOOLS STIMULUS (ADE 1007) \$80,300.
- 7 72. RESEARCH BASED READING INSTRUCTION AND READING INSTRUCTION TRAINING
- 8 (EDA 2413) \$18,300.
- 9 73. FOOD DISTRIBUTION (EDA 4210) \$100,000.
- 10 74. FEDERAL RECLAMATION TRUST (LOA 2024) \$250,000.
- 11 75. ARIZONA TEACHERS INCENTIVE PROGRAM (PEA 2249) \$1,300.
- 12 76. BOARD FOR PRIVATE POSTSECONDARY EDUCATION (PVA 2065) \$100,000.
- 13 77. CRIME LABORATORY ASSESSMENT (PSA 2282) \$200,000.
- 14 78. ARIZONA AUTOMATED FINGERPRINT IDENTIFICATION SYSTEM FUND (PSA 2286)
- 15 \$400,000.
- 16 79. TRANSPORTATION DEPARTMENT EQUIPMENT FUND (DTA 2071) \$2,000,000.

17 Sec. 14. Reversion of appropriations; state general fund

18 Notwithstanding any other law, all unexpended and unencumbered monies  
19 remaining in the following appropriations and any subsequent amendments to  
20 or repeals of the appropriations revert to the state general fund on the  
21 effective date of this act:

- 22 1. Laws 1985, chapter 332, section 3, paragraph 1, subdivision (a)
- 23 relating to Cochise-Wilcox flood control.
- 24 2. Laws 1989, chapter 311, section 1, subdivision 25 relating to
- 25 environmental assessment.
- 26 3. Laws 1990, third special session, chapter 8, section 2, subsection
- 27 B, paragraph 3, subdivision (b) relating to temporary facilities.
- 28 4. Laws 1990, third special session, chapter 8, section 2, subsection
- 29 B, paragraph 6, subdivision (c) relating to the Marana tactical equipment
- 30 park.
- 31 5. Laws 1991, chapter 265, section 26 relating to mental health
- 32 services for adults.
- 33 6. Laws 1991, chapter 287, section 26 relating to medical malpractice
- 34 for obstetrical services.
- 35 7. Laws 1991, chapter 289, section 2, subsection B, paragraph 2,
- 36 subdivision (a) relating to ADTEC remodel.
- 37 8. Laws 1991, chapter 289, section 2, subsection B, paragraph 2,
- 38 subdivision (b) relating to telecommunication cabling.
- 39 9. Laws 1991, chapter 289, section 2, subsection B, paragraph 4
- 40 relating to STARC armory addition and alteration.
- 41 10. Laws 1992, chapter 298, section 4 relating to riparian areas.
- 42 11. Laws 1993, chapter 122, section 1, subsection D relating to the buy
- 43 out of flooded residences.
- 44 12. Laws 1993, second special session, chapter 2, section 1, subsection
- 45 C relating to building renewal.



1 13. Laws 1994, chapter 348, section 5, subsection B relating to the  
2 primary care provider loan repayment program.

3 14. Laws 1994, eighth special session, chapter 2, section 1, subsection  
4 C relating to building renewal.

5 15. Laws 1994, eighth special session, chapter 2, section 2, subsection  
6 B, paragraph 1, subdivision (b) relating to Americans with disabilities act  
7 compliance construction.

8 16. Laws 1994, eighth special session, chapter 2, section 2, subsection  
9 B, paragraph 1, subdivision (i) relating to youth treatment and  
10 rehabilitation residential cottage upgrades.

11 17. Laws 1994, eighth special session, chapter 2, section 2, subsection  
12 B, paragraph 4 relating to Tucson museum renovation.

13 18. Laws 1995, chapter 62, section 9, subsection D relating to Arizona  
14 military airport preservation committee engineering surveys.

15 19. Laws 1995, chapter 86, section 1 relating to a hydrologic data  
16 collection study.

17 20. Laws 1995, first special session, chapter 2, section 1, subsection  
18 C relating to building renewal for the Arizona state hospital.

19 21. Laws 1995, first special session, chapter 2, section 1, subsection  
20 C relating to department of economic security statewide building renewal.

21 22. Laws 1995, first special session, chapter 2, section 2, subsection  
22 B, paragraph 1 relating to the state hospital study and design.

23 23. Laws 1995, first special session, chapter 2, section 2, subsection  
24 B, paragraph 1, subdivision (b) relating to capitol mall land purchase and  
25 expansion.

26 24. Laws 1995, first special session, chapter 2, section 2, subsection  
27 B, paragraph 2, subdivision (b) relating to security fencing.

28 25. Laws 1995, first special session, chapter 2, section 2, subsection  
29 B, paragraph 2, subdivision (c) relating to master plan.

30 26. Laws 1996, fifth special session, chapter 1, section 23 relating  
31 to Indian town hall.

32 27. Laws 1996, fifth special session, chapter 2, section 1, subsection  
33 A relating to capital maintenance and repair.

34 28. Laws 1996, fifth special session, chapter 2, section 1, subsection  
35 C relating to building renewal.

36 29. Laws 1997, chapter 100, section 20, subsections A and B relating  
37 to department of insurance managed care health care appeals.

38 30. Laws 1997, chapter 212, section 22 relating to ASPC-Perryville  
39 security improvements and lock replacement.

40 31. Laws 1997, chapter 293, section 2, subsections A and B relating to  
41 the project challenge educational program.

42 32. Laws 1997, chapter 296, section 10, subsection C relating to the  
43 greenfields pilot program.

- 1        33. Laws 1997, first special session, chapter 1, section 2 relating to  
2 performance based incentives.
- 3        34. Laws 1997, first special session, chapter 2, section 1, subsection  
4 C relating to building renewal allocation to the department of corrections.
- 5        35. Laws 1997, first special session, chapter 7, section 18 relating  
6 to payment of claims outstanding against Apache and Navajo counties for  
7 tribal members.
- 8        36. Laws 1998, chapter 179, section 1 relating to entering information  
9 for sex offender profile notifications.
- 10       37. Laws 1998, chapter 207, section 1 relating to the elder law  
11 hotline.
- 12       38. Laws 1998, chapter 291, section 9 relating to establishing and  
13 maintaining an internet sex offender web site.
- 14       39. Laws 1998, fourth special session, chapter 1, section 59 relating  
15 to the reappropriation for prison lock replacement.
- 16       40. Laws 1998, fourth special session, chapter 7, section 1, subsection  
17 C relating to the department of administration building renewal allocation  
18 to the department of public safety.
- 19       41. Laws 1998, fourth special session, chapter 7, section 1, subsection  
20 C relating to building renewal allocation to the department of corrections.
- 21       42. Laws 1998, fourth special session, chapter 7, section 1, subsection  
22 C relating to building renewal for the Arizona state hospital.
- 23       43. Laws 1998, fourth special session, chapter 7, section 2, subsection  
24 B, paragraph 2 relating to the construction of the capitol mall maintenance  
25 compound.
- 26       44. Laws 1998, fourth special session, chapter 7, section 2, subsection  
27 C relating to renovation of athletic facilities at Tucson campus of the  
28 Arizona state schools for the deaf and the blind.
- 29       45. Laws 1999, chapter 1, section 1, subsection A, paragraph 1 relating  
30 to the male restoration to competency program at the Arizona state hospital.
- 31       46. Laws 1999, chapter 1, section 1, subsection A, paragraph 4 relating  
32 to the self-care unit at the Arizona state hospital.
- 33       47. Laws 1999, chapter 176, section 23 relating to vital records.
- 34       48. Laws 1999, chapter 182, section 1, subsection A relating to  
35 domestic violence programs.
- 36       49. Laws 1999, chapter 241, section 5 relating to health start.
- 37       50. Laws 1999, chapter 266, section 7, subsection A, paragraph 3  
38 relating to the class action suit titled James J. Burke v. ASRS, et al., Pima  
39 County Cause No. 316479.
- 40       51. Laws 1999, chapter 344, section 60, subsection A relating to  
41 department of revenue for software, hardware and programming necessary to  
42 implement the property class realignment.
- 43       52. Laws 1999, first special session, chapter 1, section 4 relating to  
44 department of administration relocation funding.

1 53. Laws 1999, first special session, chapter 1, section 22 relating  
2 to railroad warning systems.

3 54. Laws 1999, first special session, chapter 1, section 29 relating  
4 to project intervention.

5 55. Laws 1999, first special session, chapter 1, section 29 relating  
6 to the family builders pilot program.

7 56. Laws 1999, first special session, chapter 2, section 1, subsection  
8 C relating to the department of administration building renewal allocation  
9 to the department of public safety.

10 57. Laws 1999, first special session, chapter 2, section 3, paragraph  
11 2 relating to the sexually violent persons facility, infrastructure and site  
12 work.

13 58. Laws 1999, first special session, chapter 5, section 18, subsection  
14 A, paragraph 1, subdivision (b) relating to building renewal.

15 59. Laws 1999, first special session, chapter 5, section 18, subsection  
16 A, paragraph 1, subdivision (b) relating to major maintenance and repair.

17 60. Laws 1999, first special session, chapter 5, section 18, subsection  
18 A, paragraph 1, subdivision (b) relating to maintenance and repair for JACHO  
19 accreditation at the Arizona state hospital.

20 61. Laws 1999, first special session, chapter 5, section 18, subsection  
21 A, paragraph 2 relating to the department of emergency and military affairs  
22 project challenge construction.

23 62. Laws 2000, chapter 244, section 1 relating to rural water studies.

24 63. Laws 2000, chapter 355, section 25, subsection A relating to  
25 department of insurance additional duties relating to health care plan  
26 oversight.

27 64. Laws 2001, chapter 236, section 4 relating to fiscal year 2001-2002  
28 department of administration relocation funding.

29 65. Laws 2001, second special session, chapter 9, section 14,  
30 subsection A relating to English learner monitoring.

31 Sec. 15. Reversion of capital appropriations; corrections fund

32 Notwithstanding any other law, all unexpended and unencumbered monies  
33 remaining in the following appropriations and any subsequent amendments to  
34 or repeals of the appropriations revert to the corrections fund on the  
35 effective date of this act:

36 1. Laws 1994, eighth special session, chapter 2, section 2, subsection  
37 C, paragraph 1 relating to construction of prison beds at Globe.

38 2. Laws 1995, first special session, chapter 2, section 2, subsection  
39 C, paragraph 5 relating to the planning and construction of adult male level  
40 4 security classification beds and complex buildings at the Yuma prison  
41 facility.

42 3. Laws 1995, first special session, chapter 2, section 2, subsection  
43 C, paragraph 6 relating to site acquisition and development costs for a new  
44 prison facility complex.

1       4. Laws 1998, fourth special session, chapter 7, section 2, subsection  
2 B, paragraph 1 relating to build-out of a new department of juvenile  
3 corrections secure care complex.

4       5. Laws 1998, fourth special session, chapter 7, section 2, subsection  
5 B, paragraph 6 and any transfers for the same purpose relating to prison  
6 planning and siting.

7       6. Laws 1998, fourth special session, chapter 7, section 2, subsection  
8 B, paragraph 7 relating to the Douglas wastewater treatment project.

9       7. Laws 1999, first special session, chapter 2, section 6, subsection  
10 A relating to the design and construction of a four thousand two hundred bed  
11 prison complex.

12       8. Laws 1999, first special session, chapter 2, section 7, subsection  
13 A relating to the design and construction of a four thousand two hundred bed  
14 prison complex.

15       9. Laws 2001, second special session, chapter 3, section 5, paragraph  
16 3 relating to department of corrections lock replacements.

17       10. Laws 2001, second special session, chapter 3, section 5, paragraph  
18 5 relating to a department of juvenile corrections medical unit.

19       11. Laws 2001, second special session, chapter 3, section 5, paragraph  
20 6 relating to department of juvenile corrections HVAC replacements and  
21 renovations.

APPROVED BY THE GOVERNOR MARCH 28, 2003.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MARCH 28, 2003.

Passed the House March 17, 2003,

Passed the Senate March 17, 2003

by the following vote: 60 Ayes,

by the following vote: 28 Ayes,

0 Nays, 0 Not Voting

2 Nays, 0 Not Voting

Jake Flake  
Speaker of the House

Klu Blumett  
President of the Senate

Norman L. Fyne  
Chief Clerk of the House

Charmine Bellington  
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill was received by the Governor this

17 day of March, 2003

at 4:12 o'clock P M.

Sandra Ramirez  
Secretary to the Governor

Approved this 28 day of

March, 2003,

at 8<sup>00</sup> o'clock A. M.

Jon R. Ricketts  
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 28 day of March, 2003,

at 3:02 o'clock P M.

Jamie K. Brewer  
Secretary of State

First Special Session  
H.B. 2001